TITLE: LNG STORAGE AND REGASIFICATION TERMINAL,

MANZANILLO, STATE OF COLIMA, MEXICO

SUBJECT COUNTRY: MEXICO

POST OF ORIGIN: MEXICO CITY

ITA INDUSTRY CODE: OGS

DATE OF REPORT: 050203

DELETION DATE (YYMMDD): 061130

AUTHOR: FRANCISCO CERON, SENIOR TRADE SPECIALIST

APPROVING OFFICER: PATRICIA WAGNER, COMMERCIAL ATTACHE

NUMBER OF PAGES: 2

INTERNATIONAL COPYRIGHT, U.S. COMMERCIAL SERVICE AND U.S. DEPARTMENT OF STATE, 2005. ALL RIGHTS RESERVED OUTSIDE OF THE UNITED STATES.

- 1. Mexico's Federal Electricity Commission-CFE (Comision Federal de Electricidad) and the Energy Regulatory Commission-CRE (Comision Reguladora de Energia) have announced that the Port of Manzanillo, will be the site to build Mexico's fourth LNG storage and regasification facility.
- 2. Mexico's Energy Regulatory Commission already has awarded three permits to build such facilities. The companies that have received them are: Shell (plant is under construction in the Port of Altamira, State of Tamaulipas); Sempra (plant to be build in the city of Ensenada, State of Baja California); and ChevronTexaco (plant to be build at the Coronado Islands, State of Baja California).
- 3. According to CFE, during the second quarter of 2005, the international tenders for the Manzanillo project to be published are:
- -Tender for Natural Gas Supply;
- -Tender for Construction of the regasification plant;

- -Tender for the natural gas pipeline from Manzanillo to the city of Guadalajara, State of Jalisco; and
- -Tender for converting the existing Manzanillo power plant to a combined cycle plant.
- 4. The project's investment is over US\$900 million, of which 50 percent is estimated to be in equipment to build the port facility, storage tanks, piping, pumps, re-condenser, seawater and wastewater treatment plants, seawater vaporizer, power plant, metering station, etc.
- 5. U.S. companies interested in participating in the above tenders should contact:

Francisco Ceron

Senior Trade Specialist

Tel. (011-525) 5140-2640

Fax. (011-525) 5566-1111

E-mail: francisco.ceron@mail.doc.gov

MEXICO: Sectors of Opportunity

This International Market Insight is part of the series, Mexico: Sectors of Opportunity, which features market research reports detailing some of the most promising prospects for sales to Mexico, the United States' second largest trading partner.